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FISCAL IMPACT STATEMENT

LS 7028

BILL NUMBER: SB 382

NOTE PREPARED: Jan 26, 2010

BILL AMENDED: Jan 21, 2010

SUBJECT: Illiana Expressway.

FIRST AUTHOR: Sen. Charbonneau

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: (Amended) For purposes of statutes concerning approval of the location of a tollway or the designation of a state highway as a tollway, the bill allows the designation of the Illiana Expressway as a tollway (current law prohibits such a designation without legislative authorization).

For purposes of the statutes governing public-private agreements by the Indiana Finance Authority or the Indiana Department of Transportation concerning toll roads or tollways, the bill authorizes a public-private agreement for a project concerning the Illiana Expressway (current law prohibits such an agreement without legislative authorization) that would permit an operator to impose tolls for the operation of motor vehicles.

The bill specifies that the common construction wage statute applies to a project for the Illiana Expressway.

Effective Date: July 1, 2010.

Explanation of State Expenditures:

Explanation of State Revenues: (Revised) Under current law, the Governor, the Department of Transportation (INDOT), or an operator, without the approval of the General Assembly, may not approve the location of a tollway (a project of the INDOT) or a toll road (a project of the Indiana Finance Authority), issue a request for proposal or enter into a public-private agreement, or determine that a highway should become a tollway other than on I-69 between I-64 and Martinsville. Under the bill, the Illiana Expressway, a limited access facility connecting I-65 and an interstate highway in Illinois, would be allowed as a tollway or a tollroad without further legislative approval.

Also, the bill would require an operator or any contractor or subcontractor of the operator who enters into a public-private agreement for construction of the Illiana Expressway as a toll road project to be subject to the common construction wage statute. Under current law, a toll road project is not subject to this statute. There are no data to indicate how this provision may affect the number of operators bidding for the Illiana Expressway project, or the revenue received from the project.

Background on the Illiana Expressway: A preliminary feasibility study was completed for the Illiana Expressway and presented to the General Assembly in July 2009. Among the factors subject to a public opinion survey by the study, a favorable response was given to both tolling and constructing the project as a public-private partnership. This connector would address traffic congestion around the Borman Expressway, I-80/I-94, which is out of available land to expand. The proposal for the Illiana Expressway is for the route to be about 25 to 30 miles long. The bill would allow development of this expressway as a tollway or tollroad.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: INDOT; Indiana Finance Authority.

Local Agencies Affected:

Information Sources: <http://www.in.gov/legislative/igareports/agency/reports/INDOT14.pdf>

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